

STATE OF SOUTH CAROLINA  
COUNTY OF McCORMICK

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SPECIAL WARRANTY DEED

This Special Warranty Deed is made and entered into effective as of this 1st day of January, 1988, from AMSELCO MINERALS, INC., a Delaware corporation ("Amselco"), to HAWK RESOURCES (U.S.A.) LIMITED, a Delaware corporation ("Hawk").

RECITALS

A. Reference is made to Farmout Agreement dated December 31, 1987, between Amselco and Hawk (the "Agreement").

B. Pursuant to Section 4.F of the Farmout Agreement, Amselco is to convey to Hawk an undivided one percent interest in and to:

(i) certain leases and agreements described more specifically in Exhibit A hereto (collectively, the "Leases"), and any other leases, options, purchases or other acquisitions of real property acquired within the Area of Interest and made subject to the Agreement pursuant to Section 14 of the Agreement (the "Properties"); and

(ii) any and all properties, rights or interests, of whatever kind, whether real or personal property, relating to any of the Properties, including without limitation easements, data, permits and contracts, but specifically excluding equipment and machinery, other than equipment and machinery acquired with funds provided by Hawk pursuant to the Agreement (the "Related Rights").

GRANT

In consideration of \$10.00 and other good and valuable consideration, Amselco hereby grants, bargains, sells and releases to Hawk, its successors and assigns, an undivided one percent (1%) interest in the Leases, the Properties and the Related Rights and the rights, members, hereditaments and appurtenances thereto or in anywise incident or appertaining.

TO HAVE AND TO HOLD, all and singular, said interests before mentioned, unto said Hawk, its successors and assigns forever.



10755246

Amselco warrants title to the Properties and the Related Rights against liens, burdens and defects of title created by, through or under Amselco, but not otherwise.

EXECUTED as of the date first above written.

WITNESSES

AMSELCO MINERALS, INC., a  
Delaware corporation

Sandra A. Taylor  
Deputy K. W. Wampler

By: A. D. [Signature]  
Its President  
Attest: [Signature]  
Its asst. secretary

- 901 -

EXHIBIT A

1. Mineral Lease, dated November 18, 1983, between Gold Fields and Jennings Gary Dorn, Sr., Virginia M. Dorn, and Bettye Naomi Workman Dorn, a Memorandum of which is recorded in Deed Book 65 at Page 96, in the R.M.C. Office for McCormick County, South Carolina.

This being the same Mineral Lease which was assigned by Amselco Exploration, Inc. to Amselco Minerals, Inc. pursuant to an Assignment of Leases of Real Property in McCormick County, South Carolina dated February 3, 1987, which was recorded in Deed Book 65 at Page 97, Deed Book 65 at Page 96, Deed Book 80 at Page 46, and Deed Book 39 at Page 44 on the 5th day of March, 1987 in the R.M.C. Office for McCormick County, South Carolina.

2. Mineral Lease, dated November 18, 1983, between Gold Fields and Jennings Gary Dorn, Sr. and Virginia M. Dorn, a Memorandum of which is recorded in Deed Book 65 at Page 97, in the R.M.C. Office for McCormick County, South Carolina.

This being the same Mineral Lease which was assigned by Amselco Exploration, Inc. to Amselco Minerals, Inc. pursuant to an Assignment of Leases of Real Property in McCormick County, South Carolina dated February 3, 1987, which was recorded in Deed Book 65 at Page 97, Deed Book 65 at Page 96, Deed Book 80 at Page 46, and Deed Book 39 at Page 44 on the 5th day of March, 1987 in the R.M.C. Office for McCormick County, South Carolina.

3. Mining Lease and Option Agreement, dated December 14, 1974, between John Rainsford, Jr. and Continental Oil Company (as amended December 13, 1979), a Memorandum of which is recorded in Deed Book 39 at Page 44, in the R.M.C. Office for McCormick County, South Carolina.

This being the same Mineral Lease and Option Agreement which was assigned by Amselco Exploration, Inc. to Amselco Minerals, Inc. pursuant to an Assignment of Leases of Real Property in McCormick County, South Carolina dated February 3, 1987, which is recorded in Deed Book 65 at Page 97, Deed Book 65 at Page 96, Deed Book 80 at Page 46, and Deed Book 39 at Page 44 on the 5th day of March, 1987 in the R.M.C. Office for McCormick County, South Carolina.

4. Exploration Agreement with Option to Lease, dated September 1, 1985, between Bowater Incorporated, a Delaware corporation, successor in interest through merger to Catawba Timber Company and Amselco Minerals Inc., successor in interest

STATE OF Utah  
COUNTY OF Salt Lake

CORPORATE PROBATE

Personally appeared before me Sandra A. Napier,  
being first duly sworn deposed and said that s/he saw AMSELCO  
MINERALS, INC., a Delaware corporation, by its authorized  
officers, sign, seal and deliver the within-written Special  
Warranty Deed, and that s/he together with Ruby Danielson  
witnessed the execution thereof.

Sandra A. Napier

SWORN TO and subscribed before  
me this 22nd day of  
February, 1988.

Sandra A. Napier  
Notary Public for Salt Lake County  
My Commission Expires: April 13, 1989

through dissolution to Amselco Exploration Inc., a Memorandum of which was recorded in Deed Book 80 at Page 46 in the R.M.C. Office for McCormick County, South Carolina.

This being the same Exploration Agreement with Option to Lease which was assigned by Amselco Exploration, Inc. to Amselco Minerals, Inc. pursuant to an Assignment of Leases of Real Property in McCormick County, South Carolina dated February 3, 1987 which was recorded in Deed Book 65 at Page 97, Deed Book 65 at Page 96, Deed Book 80 at Page 46, and Deed Book 39 at Page 44 on the 5th day of March, 1987 in the R.M.C. Office for McCormick County, South Carolina.

5. Prospecting Permit No. ES-15255, from the U.S. Department of the Interior, Bureau of Land Management, for Tract No. 60-d, U.S. Forest Service land. By Decision dated June 7, 1985, for term of this permit was extended for a period of four (4) years, ending June 6, 1989.

6. Agreements in progress with Brunswick Pulp Land Company, with respect to the Brunswick Barite Hill Lands.

7. Any interests in real property owned by Amselco in McCormick County, South Carolina.

11.500  
89-106

STATE OF SOUTH CAROLINA  
COUNTY OF McCORMICK  
filed for record this

July 2, 1989  
at 3:20 o'clock pm  
and duly recorded in  
Book 89 of Deeds  
page 106.

Kathryn P. Butler  
Clerk of Court  
McCormick County  
South Carolina

AUDITOR'S OFFICE  
McCORMICK COUNTY

recorded this 2nd  
day of Feb. 1989  
in Book 7, Page 122

Jamel P. McInath Auditor